

**GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:3227
ANSWERED ON:06.09.2007
REVIVAL OF BHPV
Botcha Lakshmi Smt. Jhansi

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

- (a) whether any request for revival package has been received from M/s. Bharat Heavy Plate and Vessels Limited (BHPV), Visakhapatnam;
- (b) if so, the details thereof and the action taken by the Government thereon;
- (c) whether the government proposes to allow BHPV to execute the present orders for its revival and future growth;
- (d) if so, the details thereof;
- (e) if not, the reasons therefor; and
- (f) the steps taken/proposed to be taken by the Government for revival of BHPV?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI SONTOSH MOHAN DEV)

(a) to (f): A proposal for revival of the company was received from Bharat Heavy Plate and Vessels Limited (BHPV). Bharat Heavy Electricals Limited (BHEL) has shown interest in the take over of BHPV with certain preconditions. The proposal which takes into consideration the preconditions put forth by BHEL, inter-alia, includes infusion of funds and waiver/conversion of Government of India loans/interests, concessions from State Government of Andhra Pradesh and transfer of land through a Gift deed by the State Government to BHPV. Meetings were held with the bankers and also Government of Andhra Pradesh. The bankers have in principle agreed to waive interest in lieu of settlement of the full principal amount. The Government of Andhra Pradesh has also agreed in principle to the concessions sought. The views of the various Ministries have been sought before a final decision is taken by the Government.